

US Department of the Interior Office of Insular Affairs



Vic Hobson

The Compacts, Federal Grants,
and Technical Assistance

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Yap Airport

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Compacts of Free Association Freely Associated States (FAS)

- Republic of Palau (US Public Law 99-658)
- The Federated States of Micronesia & The Republic of the Marshall Islands (US Public Law 108-188 – Compact Amendments Act of 2003)



Compact Sector Grants (FSM & RMI)

- Education
- Health
- **Public Infrastructure**
- Private Sector Development
- Public Sector Capacity Building
- Environment
- Supplemental Education Grant



Fiscal Procedures Agreement

- Federated States of Micronesia
- Republic of the Marshall Islands



JEMCO/JEMFAC

- Joint Economic Management Committee (FSM) and Joint Economic Management and Financial Accountability Committee (RMI)
 - Will review and approve budgets for sectors
 - Will review progress in achieving objectives
 - Will review audits and reports and make recommendations to improve effectiveness



Federal Program Eligibility Insular & FAS

- Compacts (ROP, FSM & RMI)
- US Public Laws (AIP, MLSC, etc.)
- Sponsors (UOG-SBA, Land Grant)
- Federal Programs - CFDA



Federal Programs Insular & FAS

- USDOl-OIA Technical Assistance
- USDOl Operations and Maintenance Improvement Program
- USDA-RD Community Facilities Program
- USDA-RD Community Facilities Economic Impact Program
- USDA-RUS
- FAA-AIP



USDOJ Technical Assistance

- Discretionary Funds
- Training
- Consultants
- Equipment



USDOJ Operation & Maintenance Improvement

- Discretionary Funds
- Training
- Consultants
- Equipment



USDA-RD Community Facilities

- Grants & Loans
- Infrastructure
- Equipment



USDA-RD Community Facilities Economic Impact

- Grants (75%) Matching (25%)
- Infrastructure
- Equipment

The logo graphic consists of a yellow square, a red square, and a blue square overlapping each other, with a black crosshair intersecting them.

USDA-RUS

- Loans
- Communications
- Utilities



FAA Airport Improvement Program

- Grants (5% matching)
- Infrastructure
- Equipment



5% Matching for FAA AIP

- Funds provided under section 211(a) of the Compact, as amended, shall be considered to be local revenues of the Government of the Federated States of Micronesia when used as the local share required to obtain federal programs and services that enhance its ability to meet stated performance goals.
- Extended warranty costs can be paid with Compact Infrastructure maintenance fund.



Other Federal Programs & Services Relevant to Aviation

- Weather Service (Infrastructure, personnel, equipment and training)
- Telecommunications (Infrastructure and equipment)



USDC, NOAA Weather Service Annual Funding for FAS

- Palau - \$800,000
- FSM - \$2,500,000
- RMI - \$894,000



USDA Loans for Telecommunications in FAS

- Palau - \$39,100,000
- FSM - \$41,000,000
- RMI - \$22,800,000

Pohnpei March 13, 2001





Comments/Questions
